

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
 1594 West North Temple - Suite 1210
 Box 145801
 Salt Lake City, Utah 84114-5801
 Telephone: (801) 538-5291
 Fax: (801) 359-3940

LARGE MINING OPERATIONS PROGRESS REPORT
January 1, 2011 to December 31, 2012

The information required in this form is based on provisions of the Mined Land Reclamation Act, Title 40-8, and the R647 rules under the Utah Minerals Regulatory Program. It is due January 31 of each year.

1. Mine Permit Number: M 045 0049
2. Mine Name: CACTUS MILL
3. Name of Operator/Permittee: DESERT HAWK GOLD CORP

Note: If Operator's address, company representative or phone number have changed, please provide a replacement page for the Notice of Intention together with form MR-REV available on the Division's web page at https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-REV.pdf.

4. Report the gross amount of ore mined and ~~waste moved~~: MILLED
 Gross Ore Mined 14,000 Tons, or _____ yd³ MILLED FROM YELLOW
 Waste Material Moved _____ Tons, or _____ yd³ HAMMER
5. New disturbance created during the year _____ Acres
 Area reclaimed during the year _____ Acres
 Total disturbed area at the end of the year 9 Acres*
 *The total disturbed area should not be greater than the permitted/bonded acreage
6. Briefly describe the reclamation work performed during the past year. (Submit form MR-SITE (https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-SITE.pdf) to apply for full or partial bond/site release). Attach additional sheets if needed.
NONE
7. Include an updated map depicting surface disturbance and reclamation performed during the year (Rule R647-4-105).

I hereby certify the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): Rick HAVENSTREITE
 Title of Operator: PRESIDENT
 Signature of Operator: Rick Havenstreite
 Date: 1/24/2012

RECEIVED

JAN 26 2012

DIV. OF OIL, GAS & MINING